

**MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF THE
KINNELOA IRRIGATION DISTRICT
November 21, 2006**

MEMBERS PRESENT: Directors Barkhurst, Griffith, Kilburn, Pickard and Sorell.

STAFF PRESENT: Melvin Matthews, General Manager
Chris Burt, Facilities Supervisor
Shirley Burt, Administrative Assistant

CALL TO ORDER: The meeting was called to order at 1930 hours by the **Chair, Richard Barkhurst**. He noted that there was a quorum of the Board present. The Agenda was unanimously approved as presented.

PUBLIC COMMENT

There were no members of the public present.

SEATING OF DIRECTOR FOR DIVISION II

The Chair welcomed Mr. Griffith as a new member to the Board noting that he is serving as Director for Division II.

REVIEW OF PROPOSED RESOLUTION 2006-11-21 – ADOPTING POLICIES AND PROCEDURES FOR WATER SERVICE TO DEVELOPMENTS WITH AFFORDABLE HOUSING –GOVERNMENT CODE 65589.7

The Resolution as presented in the Board Packet was reviewed by the Board. It was then

M/S/C -- (Kilburn/Sorell-5/0) “That Resolution 2006-11-21 be adopted”.

GENERAL MANAGER’S REPORT

Mr. Matthews reviewed his report as presented in the Board Packet and gave a detailed report on the following projects.

Hi/Lo Tunnel Project

Mr. Matthews reviewed a video showing the delivery of cement by helicopter to the top of the canyon to be used for the Hi/Lo Tunnel project. He stated that the down side to all of the activity on the project was that the project suddenly became more high profile and Los Angeles County decided that a number of permits should have been obtained. He noted that Doty Brothers is seeking those permits from Los Angeles County as well as from Fish & Game and Water Resources.

Director Griffith questioned whether Terry Kerger should have obtained those permits and **Mr. Matthews** stated that in the past permits had not been obtained.

Director Pickard questioned whether there would be fines involved and **Mr. Matthews**, stated that fines had been mentioned as a possibility.

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Doyne Road Project:

Mr. Matthews stated that the current owner of the property has contacted the office and set up a meeting for next week. He stated that he will report back to the Board regarding the meeting. He explained that he had updated the original proposed agreement which now requires the developer to pay for the full cost of upgrading the water system to the development, and that the agreement would come before the Board for approval.

Director Griffith questioned whether the Board has had a chance to review the proposed agreement noting that it is difficult to make a stronger agreement after they say they might agree to it.

Mr. Matthews replied that he has included everything in the agreement except the kitchen sink and that if there is any adjustment he did not think the Board would expect it to go upwards. He noted that the original agreement had been reviewed by Mr. Kruse, legal counsel. He also explained that the District's Rules and Regulations specify how the District works with Developers.

REVIEW OF THE MINUTES

The minutes of the regular meeting of October 17, 2006 were unanimously approved with the following corrections --

- Page 1—Line 7 Insert the word “Linda” before the word “Williams”
- Line 8 Insert the phrase “approximately \$19,000” after the word “funds”
- Line 11 Insert the word “other” before the word “then”.

- Page 3---Line 20 Change the “4/0” to “3/0” and insert the phrase “with Director Barkhurst recusing himself,” after the “3/0”
- Line 26 Insert the phrase “of approximately \$19,000” after the word “balance”

- Page 4---Line 6 Insert the word “be” before the word “done”
- Line 8 Insert the phrase “letter of the” before the word “law”

- Page 5---Line 4 Change the word “case” to the word “cash”
- Line 9 Insert the word “amount” before the word “was”

Director Griffith requested that all minutes identify the name of the individual when using the term General Manager or Legal Counsel.

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REVIEW OF FINANCIAL REPORTS

The Financial Reports of October 31, 2006 were reviewed by Director Sorell and unanimously approved for filing as presented.

Director Sorell questioned the amount of bad debt and **Mr. Matthews** replied that he would investigate that item but that it had been on the books prior to his taking over the book keeping.

ITEMS FOR NEXT AGENDA

Public Meeting regarding proposed rate increase
Approval of Rate Increase

ADJOURNMENT

The meeting was adjourned at 2040 hours. The next meeting will be held on December 19, 2006.

Respectfully submitted,

Shirley L. Burt,
Secretary to the Board